

sioner shall proceed against said company in the manner provided in the seventh sub-section of this section.

*Seventh.* Whenever the insurance commissioner shall have reason to believe that any insurance company is insolvent, or fraudulently conducted, or that its assets are not sufficient for carrying on the business of the same, or during any non-compliance with the provisions of this article, it shall be his duty to make complaint thereof to the judge of either of the circuit courts of Baltimore city, or any judge of the circuit court for the county where the company or agent may be located, as the case may be; which judge shall, upon the requisition of the commissioner, appoint a commission, consisting of the insurance commissioner and two disinterested and competent persons, whose duty it shall be to examine every detail of the business and condition of said company, and report, in writing, the result of such examination to the judge appointing them, who shall, if in his judgment the charges of insolvency, fraud, neglect or abuse, as charged by the insurance commissioner, are sustained by the said report, at once issue an injunction suspending the business of said company; and the insurance commissioner shall institute, or cause to be instituted, the necessary proceedings under the laws of this State, to close the affairs of any insurance company of this State which shall appear to him, upon examination, to be insolvent or be fraudulently conducted; and the insurance commissioner is a necessary party to any proceedings instituted for the purpose of closing up the affairs of any insurance company, when the same shall not be in the name of the State of Maryland; it shall be the duty of the insurance commissioner to report in detail to the attorney-general any violation of the laws relative to insurance companies, their officers or agents, or the business of insurance; and he shall have power to institute suits and prosecutions, either by the attorney-general or such other attorney as the attorney-general may select, for any violation of the provisions of this sub-title.

*Eighth.* For every company doing fire and inland insurance business in this State he shall calculate the re-insurance reserve for unexpired fire and inland risks by taking fifty per centum of the premium received on all unexpired risks that have less than one year to run, and a *pro rata* of all premiums received on risks that have one year or longer to run, and in marine insurance he shall charge sixty per centum of the amount of premiums written in its marine policies upon yearly risks and risks covering more than one passage, not terminated, and the full amount of premium under its policies upon all other marine risks less than one year, not terminated; provided, that the foregoing requirements or re-insurance reserve when applied to companies organized under the laws of foreign governments shall be calculated only upon the business of such company in the United States, and only the assets of such company held and invested in the United States shall be recognized as constituting the reserve fund so required.